GOVERNMENT OF INDIA
CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION
LOK SABHA

UNSTARRED QUESTION NO:2357
ANSWERED ON:04.08.2015
Expenditure on Procurement
Mukherjee Shri Abhijit

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION be pleased to state:

Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION miHkksDrk ekeys] [kk| vkSj lkoZtfud forj.k ea=h be pleased to state be pleased to state the details of the expenditure incurred on procurement of
paddy during each of the last three years and the current year, State-wise?

Answer

MINISTER OF CONSUMER AFFAIRS, FOOD & PUBLIC DISTRIBUTION
(SHRI RAM VILAS PASWAN)

In this regard, it is submitted that it is primarily the responsibility of the concerned State Government/ designated agencies to make arrangements for required funds for procurement of paddy and also ensure timely payments of Minimum Support Price to farmers.

However, once paddy is converted into Custom Milled Rice (CMR)/levy rice, for quantity of CMR/levy rice delivered to FCI for Central Pool, the cost incurred by States Government/ designated agencies are reimbursed to them as per fixed rates by FCI. The expenditure incurred by FCI on this account is reimbursed as Food Subsidy by Government of India. A part of food subsidy is also released by Government of India directly to States which have adopted Decentralised Procurement Scheme (DCP) for the quantity of food grains (rice & wheat) distributed under Targeted Public Distribution System (TPDS), National Food Security Scheme (NFSA) and Other Welfare Scheme (OWS).

A statement indicating the subsidy released to FCI and various DCP States (for both rice as well as wheat) during the last three years and current year is at Annex.
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